

UNITED STATES DISTRICT COURT
DISTRICT OF MINNESOTA

IN RE PORK ANTITRUST LITIGATION

Civil No. 18-1776 (JRT/JFD)

This Document Relates To:

THE COMMERCIAL AND INSTITUTIONAL
INDIRECT PURCHASER PLAINTIFF ACTIONS

**ORDER GRANTING COMMERCIAL AND
INSTITUTIONAL INDIRECT PURCHASER
PLAINTIFFS' MOTION FOR PRELIMINARY
APPROVAL OF THE SETTLEMENT WITH
HORMEL FOODS CORPORATION AND
HORMEL FOODS, LLC**

Commercial and Institutional Indirect Purchaser Plaintiffs ("CIIPPs")¹ seek the Court's preliminary approval of the settlement of their claims against Hormel Foods Corporation and Hormel Foods, LLC² ("Hormel Foods"). (Mot. for Approval of Settlement, Apr. 5, 2024, Docket No. 2182.)

Having carefully reviewed the Motion, its accompanying memorandum and declaration, the Settlement Agreement,³ and the filings, record, and applicable legal

¹ The current CIIPP named class representative plaintiffs are: Sandee's Bakery; Francis T. Enterprises d/b/a Erbert & Gerbert's; Joe Lopez d/b/a Joe's Steak and Leaf; Longhorn's Steakhouse; The Grady Corporation; Mcmjoynt LLC d/b/a The Breakfast Joynt; Edley's Restaurant Group, LLC; Basil Mt. Pleasant, LLC; Basil Charlotte, Inc.; Farah's Courtyard Deli, Inc.; and Tri-Ten LLC.

² The CIIPPs previously stipulated to—and the Court then ordered—the dismissal of Hormel Foods, LLC without prejudice. (Stip. of Dismissal Without Prejudice, Jan. 7, 2021, Docket No. 622; Order, Jan. 15, 2021, Docket No. 640.)

³ Unless otherwise set forth herein, defined terms in this Order shall have the same meaning ascribed to them in the settlement agreement between CIIPPs and Hormel Foods ("Settlement Agreement").

authority, **IT IS HEREBY ORDERED** that the Motion [Docket No. 2182] is **GRANTED** as follows:

1. The Court has jurisdiction over this action and each of the parties to the Settlement Agreement.

2. The Court previously granted class certification, certified CIIPP classes (“Certified Classes”), and appointed Larson King, LLP and Cuneo Gilbert & LaDuca as Co-Lead Class Counsel. (Mem. Op. & Order, Mar. 29, 2023, Docket No. 1887.)

3. The terms of the Settlement Agreement are hereby preliminarily approved, including the release contained therein, as being fair, reasonable, and adequate to the Certified Classes, subject to further consideration at the Court’s Fairness Hearing. The Court finds that the Settlement Agreement was negotiated and entered into at arm’s length by experienced counsel, raises no obvious reasons to doubt its fairness, and is sufficiently within the range of reasonableness that notice of the Settlement Agreement should be given, pursuant to a plan to be submitted by Co-Lead Class Counsel and approved by the Court at a later date as provided in this Order.

4. The Certified Classes in the Settlement Agreement are identical to those certified in the Court’s March 29, 2023 order. (See Mem. Op. & Order, Docket No. 1887; Decl. Shawn M. Raiter ¶ 6, Ex. A (“Settlement Agreement”) ¶ 5, Apr. 5, 2024, Docket No. 2184.) Because the Court certified classes before settlement, it does not need to recertify

them for settlement purposes. 4 NEWBERG AND RUBENSTEIN ON CLASS ACTIONS, § 13:18 (6th ed. 2022); Fed. R. Civ. P. 23(e)(1) Advisory Committee Note to 2018 amendment.

5. Within 30 days of the date of this Order, Co-Lead Class Counsel for the CIIPPs will move the Court (“Notice Motion”) to approve a program to notify members of the Certified Classes of this settlement with Hormel Foods. Co-Lead Class Counsel shall provide notice of the Settlement Agreement and the Fairness Hearing to potential class members affected by and/or entitled to participate in the settlement in compliance with the notice requirements of Rule 23 and due process of law. Such means of providing notice will be addressed in a subsequent Order following submission of the Notice Motion by CIIPPs.

6. The Notice Motion shall include a proposed form of, method for, and date of dissemination of notice.

7. After notice has been disseminated, potential members of the Certified Classes who: (1) are eligible to and wish to exclude themselves from the Settlement Agreement will be required to submit an appropriate and timely request for exclusion, (2) wish to object to the Settlement Agreement will be required to submit an appropriate and timely written statement of the grounds for the objection, or (3) wish to appear in person to be heard or object to the Settlement Agreement will be required to submit an appropriate and timely request to appear. The directions for exercising these options will be set forth in the notice documents and the Court’s Order regarding the Notice Motion.

8. If the Settlement Agreement is not granted Final Approval following the Fairness Hearing or is cancelled or terminated pursuant to Paragraph 19 of the Settlement Agreement, then the Settlement Agreement and all proceedings had in connection therewith shall be vacated, and shall be null and void, except insofar as expressly provided otherwise in the Settlement Agreement, and without prejudice to the status quo and rights of CIIPPs, Hormel Foods, and the members of the Certified Classes. The parties shall also comply with any terms or provisions of the Settlement Agreement applicable to the settlement not becoming final.

9. Neither this Order nor the Settlement Agreement shall be deemed or construed to be an admission or evidence of a violation of any statute, law, rule, or regulation or of any liability or wrongdoing by Hormel Foods or of the truth of any of CIIPPs' claims or allegations, nor shall it be deemed or construed to be admission or evidence of Hormel Foods' defenses.

10. The Court approves the establishment of the Settlement Fund described at Paragraph 11 of the Settlement Agreement as a qualified settlement fund ("QSF") pursuant to Internal Revenue Code Section 468B and the Treasury Regulations promulgated thereunder and retains continuing jurisdiction as to any issue that may arise in connection with the formation and/or administration of the QSF. Co-Lead Class Counsel are, in accordance with the Settlement Agreement and subject to any necessary

Court approval, authorized to expend funds from the QSF for the payment of the costs of notice, payment of taxes, and settlement administration costs.

11. The litigation against the Released Parties (as defined in the Settlement Agreement with Hormel Foods) is stayed except to the extent necessary to effectuate the Settlement Agreement.

DATED: May 6, 2024
at Minneapolis, Minnesota.

s/John R. Tunheim
JOHN R. TUNHEIM
United States District Judge